plan of care provides regular ongoing care under the same plan of care as does the NPP billing for care plan oversight and either—

- (i) The physician and NPP are part of the same group practice; or
- (ii) If the NPP is a nurse practitioner or clinical nurse specialist, the physician signing the plan of care also has a collaborative agreement with the NPP; or
- (iii) If the NPP is a physician assistant, the physician signing the plan of care is also the physician who provides general supervision of physician assistant services for the practice.
- (2) Payment may be made for care plan oversight services furnished by an NPP when:
- (i) The NPP providing the care plan oversight has seen and examined the patient:
- (ii) The NPP providing care plan oversight is not functioning as a consultant whose participation is limited to a single medical condition rather than multi-disciplinary coordination of care: and
- (iii) The NPP providing care plan oversight integrates his or her care with that of the physician who signed the plan of care.

[59 FR 63463, Dec. 8, 1994; 60 FR 49, Jan. 3, 1995; 60 FR 36733, July 18, 1995 as amended at 69 FR 66423, Nov. 15, 2004; 70 FR 16722, Apr. 1, 2005]

§414.40 Coding and ancillary policies.

- (a) General rule. CMS establishes uniform national definitions of services, codes to represent services, and payment modifiers to the codes.
- (b) Specific types of policies. CMS establishes uniform national ancillary policies necessary to implement the fee schedule for physician services. These include, but are not limited to, the following policies:
- (1) Global surgery policy (for example, post- and pre-operative periods and services, and intra-operative services).
- (2) Professional and technical components (for example, payment for services, such as an EEG, which typically comprise a technical component (the taking of the test) and a professional component (the interpretation)).
- (3) Payment modifiers (for example, assistant-at-surgery, multiple surgery,

bilateral surgery, split surgical global services, team surgery, and unusual services).

§414.42 Adjustment for first 4 years of practice.

- (a) General rule. For services furnished during CYs 1992 and 1993, except as specified in paragraph (b) of this section, the fee schedule payment amount or prevailing charge must be phased in as specified in paragraph (d) of this section for physicians, physical therapists (PTs), occupational therapists (OTs), and all other health care practitioners who are in their first through fourth years of practice.
- (b) Exception. The reduction required in paragraph (d) of this section does not apply to primary care services or to services furnished in a rural area as defined in section 1886(d)(2)(D) of the Act that is designated under section 332(a)(1)(A) of the Public Health Service Act as a Health Professional Shortage Area.
- (c) Definition of years of practice. (1) The "first year of practice" is the first full CY during the first 6 months of which the physician, PT, OT, or other health care practitioner furnishes professional services for which payment may be made under Medicare Part B, plus any portion of the prior CY if that prior year does not meet the first 6 months test.
- (2) The "second, third, and fourth years of practice" are the first, second, and third CYs following the first year of practice, respectively.
- (d) Amounts of adjustment. The fee schedule payment for the service of a new physician, PT, OT, or other health care practitioner is limited to the following percentages for each of the indicated years:
 - (1) First year—80 percent
 - (2) Second year—85 percent
 - (3) Third year—90 percent
 - (4) Fourth year-95 percent

 $[57~{\rm FR}~42493,~{\rm Sept.}~15,~1992,~{\rm as~amended~at}~58~{\rm FR}~63687,~{\rm Dec.}~2,~1993]$

§414.44 Transition rules.

(a) Adjusted historical payment basis— (1) All services other than radiology and nuclear medicine services. For all physician services other than radiology services, furnished in a fee schedule area,